

C. DUKES SCOTT
EXECUTIVE DIRECTOR

P.O. Box 11263
Columbia, S.C. 29211



DAN F. ARNETT
CHIEF OF STAFF

Phone: 803-737-0800
Fax: 803-737-0801

JOHN W. FLITTER
DIRECTOR
ELECTRIC & GAS REGULATION

July 23, 2007

Mr. Charles L.A. Terreni
Chief Clerk/Administrator
Public Service Commission of South Carolina
101 Executive Center Dr., Suite 100
Columbia, SC 29210

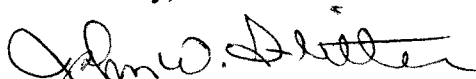
Re: Application of Duke Energy Carolinas, LLC for order authorizing amendments to revolving credit Facility for long-term borrowing
Docket No. 2004-141-E

Dear Mr. Terreni:

The Office of Regulatory Staff ("ORS") has reviewed the Application filed in the docket by Duke Energy Carolinas, LLC ("Duke") referenced above. Duke, its parent, Duke Energy Corporation ("DEC") and DEC's affiliates have restated and amended its 2004 Master Credit Facility under this docket. The changes include extending the maturity date of the Facility from June 30, 2011 to June 30, 2012, raising the Facility's borrowing limits and sublimits, and providing for either short- or long-term borrowing under the Facility. Under the terms of the Facility Duke must specify if borrowing is long-term. Duke's borrowing sublimit would be \$1.2 billion and the Facility's cost to Duke is \$364,552.30 in fees.

I am writing to inform the Commission that ORS has no objection to the extension and restatement of the Credit Facility.

Sincerely,



John W. Flitter

cc: Dan F. Arnett, Chief of Staff, SC ORS
Shannon Bowyer Hudson, Attorney, SC ORS
Jay Jashinsky, Director of Auditing, SC ORS
William F. Austin and Richard L. Whitt, Attorneys for
Duke Energy Corporation
Dr. James Spearman, Executive Assistant Advisor, SC PSC